



**City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS**

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Legislative File No: 2005-0645

TO: Mayor and City Council Members

FROM: Roger Rouse, Director of DPS/Engineering and Scott Cope, Director of Building/Ordinance Compliance

DATE: May 8, 2006

SUBJECT: DPS Facility

REQUEST:

City Council is requested to approve the project budget for the new construction of the DPS Facility in the amount of \$12,569,736 using DeMattia Group as construction manager and Minoru Yamasaki Associates as project architect, and authorize the Mayor to execute contracts, as required for the projects.

✓ City Council is requested to authorize the Mayor, City Clerk or Finance Director to do all things that are necessary to effectuate the sale and delivery of bonds in the amount of \$12,569,736.

REASON FOR PURCHASE:

The Project Team, which included Council Members, Holder and Raschke, spent significant time and resources researching options for the space and upgrade needs for the DPS Facility. City Council members were kept up-to-date on the project during several work sessions.

Last November, City Council formed an additional evaluation team that included Council members, Barnett, Duisternars, and Yalamanchi. This team worked with the architect, construction manager and city staff to come up with a revised scope of work that involved changes to the building and deferring portions of the project to a later date.

These building changes and deferrals will provide an estimated cost reduction of \$3,125,264 from the original \$15,695,000 presented to City Council on November 9, 2005 and result in a new project budget of \$12,569,736. The building size was also reduced by 8,700 square feet from the original 107,681 square feet to 98,981 square feet.

Remedies for the DPS Facility have been ongoing since the Maximus report in May of 2001. It is the recommendation of the Project Team to bid the project this year with commencement of construction anticipated in fall of 2006. It is believed the most economic option is to move this project forward at this time due to the uncertain construction climate and continual cost increases associated with building materials.

PROCESS:

Vendor Name and Address:

DeMattia Group, Minoru Yamasaki Associates and various contractors

Method of Purchase:

Contract/Blanket Purchase Order

BUDGET:

The 2006 adopted budget has \$7,500,000 requested.

The 2006 CIP forecasts \$7,500,000 in 2007 for a balance of FA-04, DPS Facility.

The 2006 CIP indicated total project estimated at \$15,560,000 (\$560,000 estimated for architectural design in CIP)

Current estimated cost of the project: \$12,569,736

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
592	975000	FA-04 DPS Facility	3,750,000	3,750,000	0
592	975000	FA-04 DPS Facility	3,750,000	3,750,000	0

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
592	975000	FA-04 DPS Facility	2,534,870	2,534,870	0
592	975000	FA-04 DPS Facility	2,534,870	2,534,870	0
*2007 Proposed					

RECOMMENDATION:

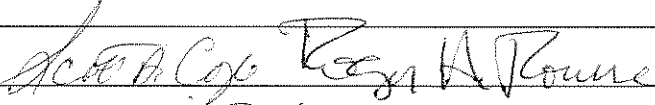

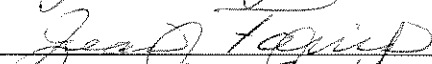
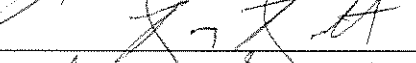
It is recommended that City Council approve the project budget for the new construction of the DPS Facility in the amount of \$12,569,736 using DeMattia Group as construction manager and Minoru Yamasaki Associates as project architect, and authorize the Mayor to execute contracts, as required for the projects.

✓ It is recommended that City Council authorize the Mayor, City Clerk or Finance Director to do all things that are necessary to effectuate the sale and delivery of bonds in the amount of \$12,569,736.

RESOLUTION

NEXT AGENDA ITEM

RETURN TO AGENDA

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		5/9/06
Budget Content: Finance Director		5-9-06
Purchasing Process: Supervisor of Procurement		5-8-06
Mayor		5-10-06
City Council Liaison	